MAYOR & COUNCIL AGENDA COVER SHEET

MEETING DATE:

February 6, 2006

CALL TO PODIUM:

Margaret Kee Human Resources Director

RESPONSIBLE STAFF:

Margaret Kee Human Resources Director

AGENDA ITEM:

(please check one)

	Presentation
	Proclamation/Certificate
	Appointment
	Public Hearing
	Historic District
	Consent Item
	Ordinance
X	Resolution
	Policy Discussion
	Work Session Discussion Item
	Other:

PUBLIC HEARING HISTORY:

(Please complete this section if agenda item is a public hearing)

Introduced	
Advertised	
Hearing Date	
Record Held Open	
Policy Discussion	

TITLE:

Resolution of the Mayor and City Council of Gaithersburg Authorizing the City Manager to Enter Into a Contract with HR Management Partners, Inc., to Conduct a Comprehensive City-Wide Classification and Compensation Study

SUPPORTING BACKGROUND:

As part of its ongoing commitment to offer competitive salaries to attract and retain qualified employees, the City requested proposals from independent consulting firms to conduct a comprehensive city-wide Classification and Compensation Study. Section 17-2 of the City Code (Personnel Ordinance) establishes that the City Manager has the responsibility for establishing and modifying the classification and compensation plans.

The Personnel Team (City Manager, Assistant City Managers, Human Resources Director and Finance & Administration Director) reviewed all four proposals received and met with the representatives of each company submitting a proposal. Proposals were evaluated on prior experience, references, format of the proposed finished product, and cost.

	Hours To Complete Study	Average Hourly Rate	Cost To Complete Study
DIJ Consulting	494	\$ 60.73	\$30,000
Springsted	190	\$168.42	\$32,000
HR Management Partners	352	\$ 99.38	\$34,983
Hendricks & Associates	288	\$173.59	\$49,995

Based on the proposals and interviews, the Personnel Team unanimously recommends a contract to perform the study be awarded to HR Management Partners. The firm's prior experience, references, and proposal format were excellent; and the total cost to perform the study based on the number of hours to be dedicated to performing the study (average hourly rate) was the lowest.

DESIRED OUTCOME:

Approve Resolution

Resolution Request Form

REQUEST FORM FOR RESOLUTIONS PERTAINING TO EXPENDITURES FROM THE CITY BUDGET (CONTRACTS/PURCHASES, TRANSFER FUNDS)

(Please attach the Mayor and Council Agenda Cover Sheet to this Form. For contracts/purchases, the Cover Sheet MUST include a list of all bidders and bid amounts.)

Requested by:	Margaret Kee	Date of City Council Meeting: February 6, 2006					
AUTHORIZING	į						
Purchase	Award Contract	X Transfe	er Funds	Negotiate/ Execute a Contract			
BID INFORMA	TION:						
Advertisement	Date	November 2,	2005				
Newspaper(s)		The Gaithers	burg Gazette				
Bids Opened/T	abulated (date)	November 14	, 2005				
•	OF ITEM(S): clude quantity, item no Comprehensive Cit		,	npensation Study			
CONTRACTED)/PURCHASE FROM	:					
	e: HR Managem		p, Inc.				
Street Address	ess: 604 Flamingo Drive						
P. O. Box Num	ber:						
City/State/Zip:	Madeira Beac	h, FL 33708					
CONTRACT/P	URCHASE AMOUNT	<u>:</u> \$34,9	83				
Check One:	In the Amount	t of	Not to Exceed	x			
FUNDS TO BE	EXPENDED FROM:	Operating E	Budget X Capital	Improvements Budget			
Accoun		536000 nance Department (use only; not to be include	ed in the Resolution)			
VERIFICATION	OF AVAILABILITY	OF FUNDS	Available	Not available			
			Finance Dept.	2/2/2006			

RESOLUTION OF THE MAYOR AND CITY COUNCIL OF GAITHERSBURG AUTHORIZING THE CITY MANAGER TO ENTER INTO A CONTRACT WITH HR MANAGEMENT PARTNERS, INC., TO CONDUCT A COMPREHENSIVE CITY-WIDE CLASSIFICATION AND COMPENSATION STUDY

WHEREAS, the City of Gaithersburg recognizes the importance of offering competitive salaries and benefits to attract and retain qualified employees; and

WHEREAS, as part of this ongoing commitment, the Mayor and City Council have determined that, from time to time, it is in the best interests of both the City and its employees for an independent consulting firm to undertake a review of the City's classification and compensation plans; and

WHEREAS, a Request for Proposals was duly advertised and the City's Personnel Team evaluated all proposals submitted to determine the most qualified respondent:

NOW, THEREFORE, BE IT RESOLVED by the Mayor and City Council of Gaithersburg, that the City Manager be and he hereby is authorized to enter into a contract with HR Management Partners, Inc., 604 Flamingo Drive, Madeira Beach, FL 33708, to conduct a comprehensive city-wide Classification and Compensation Study, in an amount not to exceed Thirty-four Thousand Nine Hundred Eighty-three Dollars (\$34,983); funds to be expended from the Operating Budget.

ADOPTED by the City Council this 6th day of February, 2006.

SIDNEY A. KATZ, Mayor and President of the Council

THIS IS TO CERTIFY that the foregoing Resolution was adopted by the City Council, in public meeting assembled, on the 6th day of February, 2006.

David B. Humpton, City Manager